



Name(s)	SSN or FEIN
	Number of New Jobs:

1. Qualifying taxable wages for eligible new employees ..... 1. \_\_\_\_\_
2. Calculated credit. Multiply line 1 by 6% (.06). ..... 2. \_\_\_\_\_
3. New Jobs Credit carryforward from prior year(s) ..... 3. \_\_\_\_\_
4. Pass-through Iowa New Jobs Credit from partnership, S corporation, estate, or trust ..... 4. \_\_\_\_\_
5. Total Qualifying New Jobs Credit. Add lines 2 through 4. .... 5. \_\_\_\_\_
6. Enter calculated state tax from line 19, IA 1120; or line 11, IA 1120A;  
or line 52, IA 1040; or line 26 less the credits on lines 27, 28, and 29, IA 1041 ..... 6. \_\_\_\_\_
7. Allowable Iowa New Jobs Credit. Enter the smaller of line 5 or line 6 and enter  
on the IA 148 Tax Credits Schedule. .... 7. \_\_\_\_\_
8. Expired Credit ..... 8. \_\_\_\_\_
9. Total carryforward credit to 2011. Subtract lines 7 and 8 from line 5. .... 9. \_\_\_\_\_

### Instructions

A New Jobs Tax Credit can be taken by an industry that has entered into a chapter 260E agreement with a vocational school or community college, and that has increased its base employment level by at least 10% within the time set in the agreement. In the case of an industry without a base employment level, if the industry adds new jobs within the time set in the agreement, it is entitled to this New Jobs Tax Credit for the tax year selected by the industry. In determining if the industry has increased its base employment level by 10%, only those new jobs directly resulting from the project covered by the agreement can be counted.

The credit is determined by multiplying the qualifying taxable wages of new employees by 6%. For purposes of this credit, "qualifying taxable wages" is the amount of taxable wages on which an employer is required to pay unemployment taxes for employees in new jobs or employees in jobs directly related to those new jobs. For 2010, qualifying taxable wages is the first \$24,500 wages paid to an employee.

The credit can be taken in any tax year that either begins or ends during the period beginning with the date of the agreement and ending with the date the project is to be completed. However, the credit may not be taken until the base employment level has been exceeded by 10%. Any credit in excess of the tax liability for the tax year may be credited to the tax liability for the following 10 tax years or until depleted, whichever is earlier.

Any individual, estate, trust, organization, or corporation claiming an Iowa New Jobs Credit or any S corporation, partnership, estate, or trust that shares the credit among its shareholders, partners, or beneficiaries should attach this form to its Iowa income tax return.

S corporations, partnerships, estates, and trusts that share the credit among their shareholders, partners, or beneficiaries must show on Schedule K-1 or on an attachment to Schedule K-1 the credit for each shareholder, partner, or beneficiary. **(IA 148 Tax Credits Schedule must be completed.)**

### Computation of New Jobs Credit

**Line 1.** Enter the total amount of qualifying taxable wages for eligible new employees.

**Line 2.** Multiply amount on line 1 by 6% (.06).

**Line 3.** Enter amount of New Jobs Credit carryforward from prior year(s).

**Line 4.** If you received pass-through New Jobs Credit(s) from a partnership, S corporation, estate, or trust, enter the amount of the credit(s) on this line. You must also include a copy of the IA 133 for the partnership, S corporation, estate, or trust, as well as a schedule showing the apportionment to individual partners, shareholders, or beneficiaries.

**Line 5.** Total of lines 2 through 4.

**Line 6.** Enter the amount of the appropriate calculated state tax, line 19, IA 1120 (corporation return); line 11, IA 1120A (short form corporation return); line 52, IA 1040 (individual return); or line 26, IA 1041 (fiduciary return).

**Line 7.** The allowable Iowa New Jobs Credit is the lesser of the calculated credit from line 5 or the calculated tax from line 6. Enter the lesser of these two amounts here and on the IA 148 Tax Credits Schedule.

**Line 8.** Enter the amount of any allowable credit carryforward shown on line 3 for which the 10-year carryforward period has now expired.

**Line 9.** Subtract lines 7 and 8 from line 5. This is the carryforward credit to 2011.